

CBO Estimates of Medicaid and SCHIP Proposals in the President's Budget for Fiscal Year 2007

Figures are federal outlays by fiscal year, in millions of dollars. Please refer to the notes at the bottom for additional information.

	2006	2007	2008	2009	2010	2011	2012	2013	2014	2015	2016	2006-11	2006-16
Prescription drug proposals													
Reduce FUL to 150% of lowest AMP	0	-275	-425	-475	-550	-600	-675	-750	-825	-900	-975	-2,325	-6,450
Allow states to have closed formularies	0	-10	-25	-40	-60	-65	-75	-80	-90	-100	-110	-200	-655
Replace best price with flat rebate	0	0	0	0	0	0	0	0	0	0	0	0	0
Subtotal	0	-285	-450	-515	-610	-665	-750	-830	-915	-1,000	-1,085	-2,525	-7,105
Reduce payments for administrative costs assumed in TANF block grant	0	-280	-320	-390	-390	-390	-390	-390	-390	-390	-390	-1,770	-3,720
Lower match rate for TCM services to 50%	0	-250	-270	-290	-320	-355	-385	-425	-465	-545	-575	-1,485	-3,880
Expand use of third-party recovery /1/	0	-105	-35	-40	-40	-45	-50	-55	-60	-60	-70	-265	-560
Cover the Kids outreach proposal													
Medicaid	0	13	51	103	145	164	190	214	232	249	262	477	1,624
State grants and demonstrations	0	25	65	85	95	100	100	100	100	100	100	370	870
SCHIP	0	3	9	10	-3	7	4	1	5	4	8	26	48
Subtotal	0	41	126	198	237	272	295	315	337	353	369	873	2,542
Allow health departments to give vaccines	0	115	130	140	155	175	190	200	210	220	230	715	1,765
Extend TMA through end of FY 2007													
Medicaid	0	129	375	24	-2	*	*	*	*	*	*	526	526
SCHIP	0	-3	-6	2	4	*	*	1	*	*	*	-3	-2
Subtotal	0	126	369	26	2	*	*	1	*	*	*	523	524
Extend SSI eligibility for certain refugees	0	5	6	6	0	0	0	0	0	0	0	17	17
Shorten availability of SCHIP funds													
SCHIP	0	570	55	255	-300	-120	-100	-145	-95	-30	-40	460	50
Medicaid	0	-290	-25	-130	150	60	50	75	50	15	20	-235	-25
Subtotal	0	280	30	125	-150	-60	-50	-70	-45	-15	-20	225	25
Total, all proposals	0	-353	-414	-740	-1,116	-1,068	-1,140	-1,254	-1,328	-1,437	-1,541	-3,692	-10,392

Memorandum: spending by program													
Medicaid	0	-948	-538	-1,092	-912	-1,056	-1,145	-1,211	-1,338	-1,511	-1,608	-4,545	-11,358
State grants and demonstrations	0	25	65	85	95	100	100	100	100	100	100	370	870
SCHIP	0	570	58	267	-299	-113	-96	-143	-90	-26	-32	483	96

Abbreviations:

AMP = average manufacturer price
 FUL = federal upper limit
 SCHIP = State Children's Health Insurance Program
 SSI = Supplemental Security Income
 TANF = Temporary Assistance for Needy Families
 TCM = targeted case management
 TMA = transitional medical assistance

Notes:

1. CBO does not have enough information at this time to estimate the part of this proposal that would expand the use of liens for certain liability settlements.
2. All figures reflect changes in Medicaid spending unless otherwise noted.
3. These estimates account for interactions among the various proposals; estimates for specific provisions as stand-alone items might differ.
4. The budget authority for the proposals would: (a) be equal to outlays for Medicaid spending, (b) be equal to zero for SCHIP spending, and (c) equal \$100 million annually for state grants and demonstrations.
5. Costs or savings of less than \$500,000 are shown with an asterisk.
6. Components may not sum to totals because of rounding.